

## Currency Impact

**Table-5: Currency Movement - FOREX Rates**

Currency	08-28-2020	09-04-2020	Wk-on-Wk % Change
Indian Rupee (INR) RBI ref rate	73.35	73.34	-0.01
Euro (EUR)	1.19	1.18	-0.84
Japanese Yen (JPY)	105.34	106.23	0.84
Brazilian Real (BRL)	5.39	5.30	-1.67
Chinese Yuan (CNY)	6.86	6.84	-0.29
Singapore Dollar (SGD)	1.36	1.36	0.00
Tanzanian Shilling (TZS)	2320.00	2320.00	0.00
Thai Baht (THB)	31.11	31.39	0.90
Mozambique New Metical (MZN)	70.75	70.90	0.21
Vietnam Dong (VND)	23174.00	23178.00	0.02
Indonesian Rupiah (IDR)	14615.00	14740.00	0.86
West African Franc (XOF)	554.75	555.25	0.09
Ghanaian New Cedi (GHS)	5.78	5.79	0.17

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	72.72	72.42	73.75	74.10
USDBRL	5.21	5.09	5.45	5.60
USDVND	23150	23100	23250	23300

### Rupee may trade range bound during this week, India's Q1 GDP contract by 23.9 percent

- Indian rupee last week traded in the region of 73.70 and 72.75 and finally settled the week at 73.12 against the dollar.
- Technically rupee may test the lower support in the region of 72.42 and 72.10 against the dollar going forward as long as 74 is not violated on a weekly closing basis.
- Fall in crude price may give some sort of breather for the Indian rupee.
- India's GDP contracted by 23.9 percent in Q1 of FY 20-21.
- IMF confirms that India's GDP contraction is the worst among G20 countries and like other experts expects strong recovery in India's GDP in Q3 of FY 20-21.

### Brazil's real gained on strong economic data

- Brazil real last week traded in the region of 5.4949 and 5.2465 and finally settled the week at 5.3012 against the dollar index.

- Real gained sharply in the last 10 days. Technically real may test the support in the region of 5.21 and 5.15 once again in the near term.
- Upside for the time being capped in the region of 5.50 and 5.60 against the dollar.
- Real gained the most in the last one month on the back of upbeat auto sales. Moreover, the Brazilian government has presented a reform bill to congress aimed at simplifying and reducing cost of public sector.

### Vietnamese dong may have continued to remain firm

- Vietnam dong last week traded in the region of 23182 and 23171 and settled the week at 23178 as on Sep-04. Dong may trade in the broader region of 23150 and 23250 going forward.

### Comparative Movement of Currencies Jan-03-2020 to 04-Sep-2020 Vis-à-vis USD in cashew processing regions (Weeks starting from 03rd Jan' 2020 and value indexed to 100)

